



CONNECTICUT LOTTERY FUNDS

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QUESTIONS

How is the Connecticut Lottery Corporation (CLC) funded and does it carry forward any funds each year?

CLC is funded by lottery ticket sales and does not receive state funds. By law, CLC must weekly transfer, to the General Fund, any amount that exceeds its needs for paying prizes, operating expenses, and certain approved CLC reserves ([CGS § 12-812\(c\)](#)). (See Appendix 1 for General Fund transfers since the lottery's inception.)

Additionally, [PA 13-247](#) increased, from \$1.9 million to \$2.3 million, the amount CLC must annually transfer to the chronic gamblers treatment rehabilitation account ([CGS § 12-818](#)).

What does CLC do with unclaimed prize money?

By law, CLC may retain unclaimed prize money as additional state revenue, use it to increase sales, or return it to participants in a manner designed to increase sales ([CGS § 12-806\(b\)\(10\)](#)).

CLC policy requires all prizes to be claimed within 180 calendar days of the (1) ticket drawn date for draw tickets and (2) announced end-of-game date for scratch tickets.

Does CLC pay its employees any bonuses or have other incentive plans?

CLC is authorized by law to include incentive plans for managerial employees and incentive compensation for employees to motivate them to maximize lottery sales ([CGS § 12-802](#)). We have contacted CLC for information on compensation incentives and will provide that information when we receive it.

APPENDIX 1: LOTTERY GENERAL FUND TRANSFERS

<i>Fiscal Year</i>	<i>General Fund Transfer (Million \$)*</i>
1972	\$8.2
1973	16.5
1974	16.0
1975	15.0
1976	31.9
1977	25.3
1978	41.8
1979	43.1
1980	54.5
1981	57.7
1982	71.0
1983	80.5
1984	105.4
1985	148.8
1986	190.9
1987	214.1
1988	225.0
1989	219.7
1990	227.7
1991	228.6
1992	221.3
1993	221.7
1994	217.3
1995	249.7
1996*	262.1
1997	251.5
1998	264.3
1999	271.3
2000	253.6
2001	252.0
2002	271.5
2003	256.8
2004	280.8

Table 1: Continued

<i>Fiscal Year</i>	<i>General Fund Transfer (Million \$)*</i>
2005	268.5
2006	284.9
2007	279.0
2008	283.0
2009	283.0
2010	285.5
2011	289.3
2012	310.0
2013	312.1

*Beginning with FY 96, revenue transferred to the General Fund does not include operating expenses. Before that, revenue was transferred before operating expenses.

Source: Department of Consumer Protection Gaming Division

(<http://www.ct.gov/dcp/lib/dcp/pdf/gaming/stmt2014.pdf>)

DC:tjo